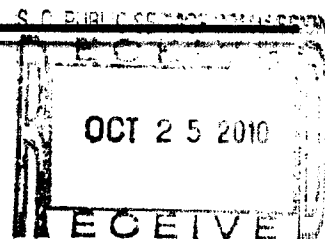


**CHEM-NUCLEAR SYSTEMS**

2000-366-A

740 Osborn Road • Barnwell, South Carolina 29812



October 20, 2010

Mr. Charlie Terreni
Chief Clerk and Administrator
South Carolina Public Service Commission
PO Drawer 11649
Columbia, SC 29211

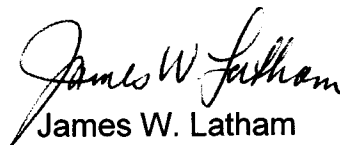
Dear Mr. Terreni:

Pursuant to S.C. Code Ann. §48-46-40(C), attached to this letter is our report detailing revenues or cash received in the previous fiscal quarter and allowable costs incurred for operation of the disposal facility. FY 2010 - 2011 cash received for the first quarter is \$1,773,888 and is shown as "Cash Receipts" in Exhibit A. Please note that this report is marked "Preliminary", and as such, the information provided may change.

Allowable costs are broken into three categories: fixed costs, variable costs, and irregular costs. A total for each of these three categories is shown on the report. Total Other Allowable Costs and Total Other Payments, which are not included in the Fixed, Variable or Irregular Costs, are presented as separate items, as reported in the past.

Pursuant to S.C. Code Ann. §48-46-40(C), we are submitting this same information to the Department of Revenue and the Budget & Control Board.

Sincerely,


James W. Latham
President

Attachment

c: Carol Ann Hurst, Chem-Nuclear Systems, LLC
Jay Jashinsky, Office of Regulatory Staff
Deborah Ogilvie, Chem-Nuclear Systems, LLC

Chem-Nuclear Systems, LLC
 Barnwell Disposal Site
 James Latham

PRELIMINARY
 1st QTR FY 10-11
Exhibit A

1st QTR FY 10-11	
1	2
FY 10-11 Cash Receipts	1,773,888
Buried Cubic Feet	775.98
<u>Fixed Costs</u>	
Labor and Fringe	141,860
Non-Labor Costs	416,729
Corporate/Columbia SC Allocation (G&A)	147,164
Fixed Costs not subject to 29% Margin	
Legal	44,376
Total Fixed Costs	750,129
<u>Variable Costs</u>	
Labor and Fringe	17,364
Non-Labor Costs	110,788
Total Variable Costs	128,152
<u>Irregular Costs</u>	
Labor and Fringe	26,020
Non-Labor Costs	15,429
Total Irregular Costs	41,449

<u>OTHER ALLOWABLE COSTS</u>	
<u>Taxes, Licensing and permitting Fees</u>	
Licenses	52,557
Disposal Taxes	9,812
(Decommissioning; Long Term Care)	
Other Ops costs Taxes	79,741
Disposal Site Lease	
Legal (in fixed costs)	
Real Estate/Property	15,788
TOTAL OTHER ALLOWABLE COSTS	157,898

<u>OTHER PAYMENTS</u>	
<u>Administrative costs</u>	
Atlantic compact commission	8,411
Public Service commission; Budget and Control Board;	
State Treasurer	70,089
TOTAL OTHER PAYMENTS	78,500